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**ANNUAL AUDITED REPORT  
FORM X-17A-5  
PART III**

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**Information Required of Brokers and Dealers Pursuant to Section 17 of the  
Securities Exchange Act of 1934 and Rule 17a-5 Thereunder**

REPORT FOR THE PERIOD BEGINNING January 1, 2017 AND ENDING December 31, 2017  
Date Date

**A. REGISTRANT IDENTIFICATION**

NAME OF BROKER-DEALER: Epic Capital Securities Corp

OFFICIAL USE ONLY

ADDRESS OF PRINCIPAL PLACE OF BUSINESS: (Do not use P.O. Box No.)

FIRM I.D. NO.

2000 Glades Road  
(No. and Street)

Boca Raton Florida 33131  
(City) (State) (Zip Code)

NAME AND TELEPHONE NUMBER OF PERSON TO CONTACT IN REGARD TO THIS REPORT

Robert Gilman 561-771-0036  
(Area Code - Telephone No.)

**B. ACCOUNTANT IDENTIFICATION**

INDEPENDENT PUBLIC ACCOUNTANT whose opinion is contained in this Report\*

Morrison Brown Argiz & Farra, LLC

(Name - if individual, state last, first, middle name)

1450 Brickell Ave. Miami Florida 33131  
(Address) (City) (State) (Zip Code)

CHECK ONE:

- ☒ Certified Public Accountant  
☐ Public Accountant  
☐ Accountant not resident in United States or any of its possessions

**SEC**  
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	<b>413</b>

\* Claims for exemption from the requirement that the annual report be covered by the opinion of an independent public accountant must be supported by a statement of facts and circumstances relied on as the basis for the exemption. See Section 240.17a-5(e)(2)

SEC 1410 (06-02)

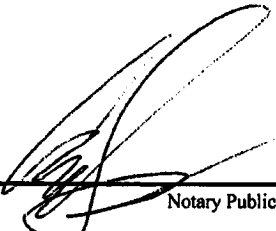
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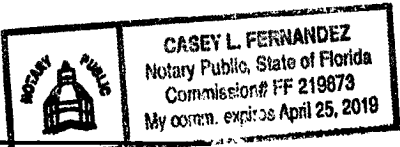
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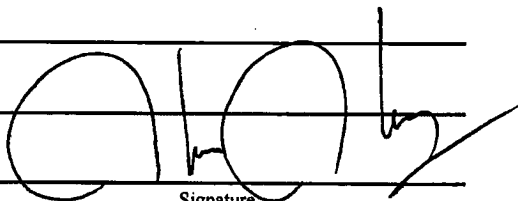
## OATH OR AFFIRMATION

I, Thomas Nilsson, swear (or affirm) that, to the best of my knowledge and belief the accompanying financial statement and supporting schedules pertaining to the firm of Epic Capital Securities Corp as of December 31, 2017, are true and correct. I further swear (or affirm) that neither the company nor any partner, proprietor, principal officer or director has any proprietary interest in any account classified solely as that of a customer, except as follows:

\_\_\_\_\_  
\_\_\_\_\_  
\_\_\_\_\_

  
Notary Public



  
Signature  
CCO  
Title

This report \*\* contains (check all applicable boxes):

- ☒ (a) Facing Page.
- ☒ (b) Statement of Financial Condition.
- ☒ (c) Statement of Income (Loss).
- ☒ (d) Statement of Changes in Stockholders' Equity or Partners' or Sole Proprietors' Capital.
- ☒ (e) Statement of Cash Flows
- ☐ (f) Statement of Changes in Liabilities Subordinated to Claims of Creditors.
- ☒ (g) Computation of Net Capital.
- ☒ (h) Computation for Determination of Reserve Requirements Pursuant to Rule 15c3-3.
- ☐ (i) Information Relating to the Possession or Control Requirements Under Rule 15c3-3.
- ☒ (j) Statement of Exemption from Rule 15c3-3.
- ☐ (k) A Reconciliation, including appropriate explanation of the Computation of Net Capital Under Rule 15c3-1 and the Computation for Determination of the Reserve Requirements Under Exhibit A of Rule 15c3-3.
- ☒ (l) An Oath or Affirmation.
- ☐ (m) SIPC Supplemental Report and Independent Accountant's Report
- ☒ (n) Report of Independent Registered Public Accounting Firm on Statement of Exemption or Compliance
- ☐ (o) A report describing any material inadequacies found to exist or found to have existed since the date of the previous audit.

\*\*For conditions of confidential treatment of certain portions of this filing, see section 240.17a-5(e)(3).

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
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**December 31, 2017**

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## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Board of Directors and Stockholder  
of Epic Capital Securities Corp

### **Opinion on the Financial Statements**

We have audited the accompanying statement of financial condition of Epic Capital Securities Corp (the "Company"), (A Wholly-Owned Subsidiary of Technology at Work Holdings Inc.) as of December 31, 2017, and the related statements of operations, changes in stockholder's equity, and cash flows for the year then ended, and the related notes to the financial statements (collectively referred to as the financial statements). In our opinion, the financial statements present fairly, in all material respects, the financial position of Epic Capital Securities Corp as of December 31, 2017, and the results of its operations and its cash flows for the year then ended in conformity with accounting principles generally accepted in the United States of America.

### **Basis for Opinion**

These financial statements are the responsibility of Epic Capital Securities Corp's management. Our responsibility is to express an opinion on Epic Capital Securities Corp's financial statements based on our audit. We are a public accounting firm registered with the Public Company Accounting Oversight Board (United States) (PCAOB) and are required to be independent with respect to Epic Capital Securities Corp in accordance with the U.S. federal securities laws and the applicable rules and regulations of the Securities and Exchange Commission and the PCAOB.

We conducted our audit in accordance with the standards of the PCAOB. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement, whether due to error or fraud. Our audit included performing procedures to assess the risks of material misstatement of the financial statements, whether due to error or fraud, and performing procedures that respond to those risks. Such procedures included examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements. Our audit also included evaluating the accounting principles used and significant estimates made by management, as well as evaluating the overall presentation of the financial statements. We believe that our audit provides a reasonable basis for our opinion.

### **Emphasis of Matter**

As discussed in Note 1 to the financial statements, the Company is dependent on its member to provide financial support for its operations. The Company's ability to continue operations is dependent upon the member's willingness and ability to continue providing the necessary capital for the Company to maintain compliance with the Securities and Exchange Commission Net Capital Rule (Rule 15c3-1).

An independent member of Baker Tilly International

To the Board of Directors and Stockholder  
of Epic Capital Securities Corp  
Page 2

### **Supplemental Information**

The supplemental information contained in Schedules I and II has been subjected to audit procedures performed in conjunction with the audit of Epic Capital Securities Corp's financial statements. The supplemental information is the responsibility of Epic Capital Securities Corp's management. Our audit procedures included determining whether the supplemental information reconciles to the financial statements or the underlying accounting and other records, as applicable, and performing procedures to test the completeness and accuracy of the information presented in the supplemental information. In forming our opinion on the supplemental information, we evaluated whether the supplemental information, including its form and content, is presented in conformity with 17 C.F.R. §240.17a-5. In our opinion, Schedules I and II are fairly stated, in all material respects, in relation to the financial statements as a whole.

*Monison, Brown, Aging & Fama*

We have served as Epic Capital Securities Corp's auditor since 2014.

Miami, Florida  
February 28, 2018

**Epic Capital Securities Corp**  
**(A Wholly- Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Statement of Financial Condition**  
**December 31, 2017**

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**ASSETS**

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Cash	\$	112,885
Deposit with clearing organization		250,453
Receivable from clearing organization		192,352
Securities owned, at market value		318,730
Prepaid expenses		12,489
Furniture and equipment, net		13,707
Other assets		9,758
TOTAL ASSETS	\$	<u>910,374</u>

**LIABILITIES AND STOCKHOLDER'S EQUITY**

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Accounts payable, accrued expenses and other liabilities	\$	44,037
Commissions payable		146,011
TOTAL LIABILITIES		<u>190,048</u>

COMMITMENTS AND CONTINGENCIES (NOTE3)

STOCKHOLDER'S EQUITY:

Common stock, no par value; 100 shares authorized, issued and outstanding		100
Additional paid-in capital		649,000
Retained earnings		<u>71,226</u>
TOTAL STOCKHOLDER'S EQUITY		<u>720,326</u>
TOTAL LIABILITIES AND STOCKHOLDER'S EQUITY	\$	<u>910,374</u>

The accompanying notes are an integral part of these financial statements.

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Statement of Operations**  
**For the Year Ended December 31, 2017**

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REVENUES:

Commissions income	493,482
Riskless principal income	1,886,062
Mutual fund income	180,709
12b1 fees	485,293
Interest Income	14,976
Other income	18,354

NET REVENUES	<u>3,078,876</u>
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EXPENSES:

Compensation and related expenses	2,093,763
Floor brokerage, exchange and clearance fees	190,732
Occupancy	65,770
Market data	58,680
Communications	81,417
Regulatory fees	10,317
Depreciation expense	3,618
Professional fees	155,809
Travel and entertainment	21,384
Other operating expenses	44,896

TOTAL EXPENSES	<u>2,726,387</u>
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Net income before taxes	352,489
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Income tax expense	<u>24,035</u>
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NET INCOME	<u><b>\$ 328,454</b></u>
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The accompanying notes are an integral part of these financial statements.

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Statement of Changes in Stockholder's Equity**  
**For the Year Ended December 31, 2017**

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	Common Stock	Additional Paid-In Capital	Retained Earnings	Total
Balances, January 1, 2017	\$ 100	\$ 729,000	\$ (257,228)	\$ 471,872
Distribution	-	(80,000)	-	(80,000)
Net income	-	-	328,454	328,454
Balances, December 31, 2017	<u>\$ 100</u>	<u>\$ 649,000</u>	<u>\$ 71,226</u>	<u>\$ 720,326</u>

The accompanying notes are an integral part of these financial statements.



**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Statement of Cash Flows**  
**For the Year Ended December 31, 2017**

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CASH FLOWS FROM OPERATING ACTIVITIES:

Net income	\$ 328,454
Adjustments to reconcile net income to net cash provided by operating activities:	
Depreciation	3,618
Changes in operating assets and liabilities:	
Receivable from clearing organization	89,249
Deposit from clearing organization	(453)
Securities owned, at market value	(318,730)
Prepaid expenses	(3,400)
Other assets	(2,667)
Commissions payable	33,805
Accounts payable, accrued expenses and other liabilities	26,309
TOTAL ADJUSTMENTS	<u>(172,269)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>156,185</u>

CASH FLOWS USED IN INVESTING ACTIVITIES:

Purchase of furniture and equipment	<u>(5,500)</u>
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CASH FLOWS USED IN FINANCING ACTIVITIES:

Distributions	<u>(80,000)</u>
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NET INCREASE IN CASH 70,685

CASH AT BEGINNING OF YEAR 42,200

CASH AT END OF YEAR **\$ 112,885**

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2017**

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**1. NATURE OF BUSINESS**

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Epic Capital Securities Corp. (the "Company") is a Florida corporation registered as a broker-dealer with the Securities and Exchange Commission ("SEC"), and is a member of the Financial Industry Regulatory Authority ("FINRA"). The Company was approved for membership on August 19, 2014. The Company is wholly owned by Technology at Work Holdings Inc. (the "Parent"). The Company's operations consist primarily of introducing customer accounts on a fully disclosed basis to its clearing brokers. The Company does not maintain customer accounts.

Since inception in August 2014, the Company has been dependent upon the Parent to make capital contributions to support its startup and operations and to maintain compliance with SEC Rule 15c3-1. The Parent has committed to continue providing the necessary capital to maintain compliance with SEC Rule 15c3-1.

**2. SIGNIFICANT ACCOUNTING POLICIES**

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**Basis of Financial Statement Presentation**

The accounting policies and reporting practices of the Company conform to the predominant practices in the broker-dealer industry and are in accordance with accounting principles generally accepted in the United States of America.

**Government and Other Regulation**

The Company's business is subject to significant regulation by various governmental agencies and self-regulatory organizations. Such regulation includes, among other things, periodic examinations by these regulatory bodies to determine whether the Company is conducting and reporting its operations in accordance with the applicable requirements of these organizations.

**Cash and Cash Equivalents**

Cash represents cash deposits held at financial institutions. Cash equivalents include short-term highly liquid investments of sufficient credit quality that are readily convertible to known amounts of cash and have original maturities of three months or less. Cash equivalents are carried at cost, plus accrued interest, which approximates fair value. Cash equivalents are held for the purpose of meeting short-term liquidity requirements, rather than for investment purposes. For purposes of the statements of cash flows and cash equivalents, the Company considers highly liquid instruments purchased with an original maturity of three months or less to be cash equivalents.

**Clearing Agreements**

The Company has a clearing agreement with Pershing, LLC to provide execution and clearing services on behalf of its customers on a fully disclosed basis. The agreement between the Company and the clearing broker require that the Company maintain a collateral deposit of \$250,000. The collateral deposit at December 31, 2017 is \$250,000. At December 31, 2017, the amount due from clearing organization totaled \$192,352.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and the disclosure of contingent assets and liabilities at December 31, 2017 and revenues and expenses during the year then ended. The actual outcome of the estimates could differ from the estimates made in the preparation of the financial statements.

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2017**

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**2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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**Revenue Recognition**

The Company primarily acts in a principal capacity, buying and selling securities on a riskless principal basis with customers and other dealers. Such securities transactions and the related riskless principal trading, commissions, brokerage fees revenues, and expenses are recorded on a trade date basis. Revenue earned from mutual funds is recognized as earned and is reflected in mutual fund income. Revenue earned from 12b1 fees is recognized as earned and is reflected in 12b1 fees.

**Valuation of Investments in Securities and Securities at Fair Value - Definition and Hierarchy**

In accordance with GAAP, fair value is defined as the price that would be received to sell an asset or paid to transfer a liability (i.e., the "exit price") in an orderly transaction between market participants at the measurement date.

In determining fair value, the Company uses various valuation approaches. In accordance with GAAP, a fair value hierarchy for inputs is used in measuring fair value that maximizes the use of observable inputs and minimizes the use of unobservable inputs by requiring that the most observable inputs be used when available. Observable inputs are those that market participants would use in pricing the asset or liability based on market data obtained from sources independent of the Company. Unobservable inputs reflect the Company's assumptions about the inputs market participants would use in pricing the asset or liability developed based on the best information available in the circumstances. The fair value hierarchy is categorized into three levels based on the inputs as follows:

*Level 1* - Valuations based on unadjusted quoted prices in active markets for identical assets or liabilities that the Company has the ability to access. Valuation adjustments and block discounts are not applied to Level 1 securities. Since valuations are based on quoted prices that are readily and regularly available in an active market, valuation of these securities does not entail a significant degree of judgment.

*Level 2* - Valuations based on quoted prices in markets that are not active or for which all significant inputs are observable, either directly or indirectly.

*Level 3* - Valuations based on inputs that are unobservable and significant to the overall fair value measurement.

The availability of valuation techniques and observable inputs can vary from security to security and is affected by a wide variety of factors including, the type of security, whether the security is new and not yet established in the marketplace, and other characteristics particular to the transaction. To the extent that valuation is based on models or inputs that are less observable or unobservable in the market, the determination of fair value requires more judgment. Those estimated values do not necessarily represent the amounts that may be ultimately realized due to the occurrence of future circumstances that cannot be reasonably determined.

Because of the inherent uncertainty of valuation, those estimated values may be materially higher or lower than the values that would have been used had a ready market for the securities existed. Accordingly, the degree of judgment exercised by the Company in determining fair value is greatest for securities categorized in Level 3. In certain cases, the

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2017**

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**2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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inputs used to measure fair value may fall into different levels of the fair value hierarchy. In such cases, for disclosure purposes, the level in the fair value hierarchy within which the fair value measurement in its entirety falls, is determined based on the lowest level input that is significant to the fair value measurement.

Fair value is a market-based measure considered from the perspective of a market participant rather than an entity-specific measure. Therefore, even when market assumptions are not readily available, the Company's own assumptions are set to reflect those that market participants would use in pricing the asset or liability at the measurement date. The Company uses prices and inputs that are current as of the measurement date, including periods of market dislocation. In periods of market dislocation, the observability of prices and inputs may be reduced for many securities. This condition could cause a security to be reclassified to a lower level within the fair value hierarchy.

**Securities Owned, at Fair Value**

Securities owned which consist of United States treasury bills are valued at market.

**Income Taxes**

Income taxes are accounted for under the asset and liability method. Deferred tax assets and liabilities are recognized for the future tax consequences attributable to differences between the financial statement carrying amounts of existing assets and liabilities and their respective tax bases and operating loss and credit carryforwards. Deferred tax assets and liabilities are measured using enacted tax rates expected to apply to taxable income in the years in which those temporary differences are expected to be recovered or settled. The effect on deferred tax assets and liabilities of a change in tax rates is recognized in income in the period that includes the enactment date. Deferred tax assets are reduced by a valuation allowance if it is more likely than not the benefits will not be realized.

The Company recognizes positions taken or expected to be taken in a tax return in accordance with existing accounting guidance on income taxes which prescribes a recognition threshold and measurement process. Interest and penalties on tax liabilities, if any, would be recorded in interest expense and other expense, respectively.

**Recent Accounting Pronouncements**

Revenue From Contracts With Customers

In May 2014, the FASB issued an ASU on revenue recognition. This ASU outlines a single comprehensive model to use in accounting for revenue arising from contracts with customers. This standard supersedes existing revenue recognition requirements and eliminates most industry-specific guidance from GAAP. The core principle of the revenue recognition standard is to require an entity to recognize revenue as the amount that reflects the consideration to which it expects to be entitled in exchange for goods or services as it transfers control to its customers. This ASU standard is effective for the Company on January 1, 2018. The ASU can be applied using a full retrospective method or a modified retrospective method of adoption. The Company will adopt the new standard using the modified retrospective transition method, under which the cumulative effect of initially applying the new guidance is recognized as an adjustment to the opening balance of retained earnings on the first day of fiscal year 2018. The Company is continuing the assessment of the

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2017**

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**2. SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

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impact of this ASU on its results of operations, financial position, cash flow and disclosures; the Company's assessment will be finalized during fiscal year 2018. We continue to monitor additional changes, modifications, clarifications or interpretations undertaken by the FASB, which may impact our current conclusions.

**Leases**

In February 2016, the FASB issued an accounting standard update which amends existing lease guidance. The update requires lessees to recognize a right-of-use asset and related lease liability for many operating leases now currently off-balance sheet under current US GAAP. Accounting by lessors remains largely unchanged from US GAAP. The update is effective using a modified retrospective approach for fiscal years beginning after December 15, 2018, and interim periods within those years, with early application permitted. The Company is currently evaluating the effect the update will have on its financial statements.

**Subsequent Events**

The Company has evaluated subsequent events through February 28, 2018, which is the date the financial statements were issued and determined there were no items to disclose.

**3. COMMITMENTS AND CONTINGENCIES**

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**Leases**

Effective December 2015, the Company renewed its existing lease agreement for new office space in Boca Raton, Florida, thru December 2020. Effective September 1, 2017, the Company entered into a one year lease agreement for office space in Miami, Florida. The Company has a security deposits of \$8,149 with the landlords. The deposit is reflected within other assets in the accompanying statement of financial condition. For the year ended December 31, 2017, occupancy expenses amounted to \$65,770.

Future minimum rental payments required under the lease are approximately as follows:

Year ending December 31,

2018	\$ 52,000
2019	34,000
2020	<u>35,000</u>
	<u>\$ 121,000</u>

**Litigation**

The Company is exposed to various asserted and unasserted potential claims encountered in the normal course of business. In the opinion of management, the resolution of these matters will not have a material effect on the Company's financial position or results of operations.

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2017**

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**4. INCOME TAXES**

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The Company recorded an income expense of \$24,035 for the year ended December 31, 2017.

The actual income tax expense for 2017 differs from the statutory tax expense for the year (computed by applying the U.S. federal corporate tax rate of 34% to net income) as follows:

	<u>2017</u>	<u>Effective Tax Rate</u>
Current:		
Federal tax at statutory rate	\$ 119,846	34.0%
State income taxes, net of federal tax benefit	12,614	3.6
Change in valuation allowance	<u>(108,425)</u>	<u>(30.9)</u>
Total	<b>\$ 24,035</b>	<b>0.0%</b>

In assessing the realizability of deferred tax assets, management considered whether it is more likely than not that some portion or all of the deferred tax assets will not be realized. The ultimate realization of deferred tax assets is dependent upon the generation of future taxable income during the periods in which those temporary differences become deductible. Management considers the scheduled reversal of deferred tax liabilities, projected future taxable income, and tax planning strategies in making this assessment.

The U.S. Federal jurisdiction and Florida are the major tax jurisdictions where the Company files income tax returns. The Company is no longer subject to U.S. Federal or Florida examinations by tax authorities for years before 2014.

For the year ended December 31, 2017, the Company did not have any unrecognized tax benefits as a result of tax positions taken during a prior period or during the current period. No interest or penalties have been recorded as a result of tax uncertainties.

**5. NET CAPITAL REQUIREMENTS**

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The Company, as a registered broker dealer in securities, is subject to the Securities and Exchange Commission's uniform Net Capital Rule (Rule 15c3-1), which requires the maintenance of minimal net capital and requires that the ratio of aggregate indebtedness to net capital, both as defined, shall not exceed 15 to 1. As of December 31, 2017, the Company had net capital of \$683,250 which was \$433,250 in excess of its required net capital of \$250,000. The Company's ratio of aggregate indebtedness to net capital was 0.28 to 1 as of December 31, 2017.

**6. FURNITURE AND FIXTURES**

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Furniture and fixtures are stated at cost less accumulated depreciation and amortization. Depreciation of assets is provided for by the straight-line method over the estimated useful lives of 5 years. As of December 31, 2017, furniture and fixtures amounted to \$23,590 and the related accumulated depreciation was \$9,884. Repairs and maintenance are expensed as incurred.

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2017**

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**7. FAIR VALUE MEASUREMENTS**

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The Company's assets and liabilities recorded at fair value have been categorized based upon a fair value hierarchy as described in the Company's significant accounting policies in Note 2.

The following table presents information about the Company's assets and liabilities measured at fair value as of December 31, 2017:

	Active Markets for Identical Assets (Level 1)	Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)	Balance as of December 31, 2017
<b>Assets (at fair value)</b>				
Investments in securities				
United States treasury bills	\$ 318,730	\$ -	\$ -	\$ 318,730
Total investments in securities	<u>\$ 318,730</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 318,730</u>

The fair value of United States treasury bills is estimated using recently executed transactions, market price quotations (where observable) and bond spreads. The spread data used is for the same maturity as the bond. If the spread data does not reference the issuer, then data that references a comparable issuer is used. Treasury bills included in Levels 1 of the fair value hierarchy are traded in a highly liquid market.

**8. FINANCIAL INSTRUMENTS WITH OFF-BALANCE SHEET RISK AND CONCENTRATION OF CREDIT RISK**

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The Company enters into various transactions involving off-balance sheet financial instruments. These financial instruments include securities purchased and sold on a when-issued basis. These financial instruments are used to meet the needs of customers and are subject to varying degrees of market and credit risk.

The Company's customer securities activities are provided to a diverse group of institutional, corporate and individual investors. In the normal course of business, the Company's customer activities involve the execution, settlement, and financing of various customer securities transactions. These activities may expose the Company to off-balance sheet risk in the event the customer or other broker is unable to fulfill its contracted obligations and the Company has to purchase or sell the financial instrument underlying the contract at a loss.

The Company is engaged in various securities trading and brokerage activities in which counterparties primarily include broker-dealers, banks, other financial institutions and corporations. In the event counterparties do not fulfill their obligations, the Company may be exposed to risk. The risk of default depends on the creditworthiness of the counterparty or issuer of the instrument. It is the Company's policy to review, as necessary, the credit standing of each counterparty.

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Notes to the Financial Statements**  
**For the Year Ended December 31, 2017**

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**9. RELATED PARTY TRANSACTIONS**

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On March 1, 2016, the Company entered into an expense sharing agreement, subsequently amended March 1, 2017 with its affiliate. For the year ended December 31, 2017, the agreement resulted in reimbursement of expenses from the affiliate of \$103,620 for certain operating expenses. These amounts are reflected within the applicable expense category in the accompanying statement of operations.

**10. CONCENTRATIONS OF CREDIT RISK**

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In the normal course of business, the Company's customer activities involve the execution, settlement, and financing of various customer securities transactions. These activities may expose the Company to off-balance-sheet risk in the event the customer or other broker is unable to fulfill its contracted obligations and the Company has to purchase or sell the financial instrument underlying the contract at a loss. The Company maintains its cash balances in a financial institution which is insured by the Federal Insurance Corporation ("FDIC"). The Company's account balances that are non-interest bearing accounts are subject to the Dodd-Frank Wall Street Reform and Consumer Protection Act (the "Act"). The Company's interest bearing cash balances may exceed the FDIC coverage of \$250,000. The Company has not experienced any losses in such accounts and believes it is not subject to any significant credit risk on cash.



## **Supplemental Schedules**

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Schedule I- Computation of Net Capital Under Rule 15c3-1 Of the**  
**Securities and Exchange Commission As Of**  
**December 31, 2017**

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CREDITS:	
Stockholder's equity	\$ 720,326
DEBITS:	
Prepaid expenses	12,489
Furniture and fixtures, net	13,707
Other assets	10,211
Other deductions and charges	669
TOTAL DEBITS	37,076
NET CAPITAL	683,250
MINIMUM NET CAPITAL REQUIREMENT 6-2/3% OF AGGREGATE	
INDEBTEDNESS OF \$190,048 OR \$250,000, WHICHEVER IS GREATER	
	250,000
EXCESS NET CAPITAL	<u>\$ 433,250</u>
SCHEDULE OF AGGREGATE INDEBTEDNESS:	
Accounts payable, accrued expenses and other liabilities	44,037
Commissions payable	146,011
TOTAL AGGREGATE INDEBTEDNESS	<u>\$ 190,048</u>
RATIO OF AGGREGATE INDEBTEDNESS TO	
NET CAPITAL	<u>0.28 to 1</u>

**SCHEDULE II - Reconciliation of Computation of Net Capital Under Rule 15c3-1 of the Securities and Exchange Commission to the Company's Corresponding Unaudited Form X-17a-5, Part II Filing**

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There are no material differences between the preceding computation and the Company's unaudited Part II of Form X-17A-5 as of December 31, 2017.



## **REPORT OF INDEPENDENT REGISTERED PUBLIC ACCOUNTING FIRM**

To the Board of Directors and Members  
Epic Capital Securities Corp

We have reviewed management's statements, included in the accompanying Exemption Report under Rule 17a-5(d)(4) of the Securities and Exchange Commission, in which (1) Epic Capital Securities Corp identified the following provisions of 17 C.F.R. §15c3-3(k) under which Epic Capital Securities Corp claimed an exemption from 17 C.F.R. §240.15c3-3: paragraph (k)(2)(ii) (the "exemption provision") and (2) Epic Capital Securities Corp stated that Epic Capital Securities Corp met the identified exemption provision throughout the most recent fiscal year ended December 31, 2017 without exception. Epic Capital Securities Corp's management is responsible for compliance with the exemption provisions and its statements.

Our review was conducted in accordance with the standards of the Public Company Accounting Oversight Board (United States) and, accordingly, included inquiries and other required procedures to obtain evidence about Ocean Financial Services LLC's compliance with the exemption provision. A review is substantially less in scope than an examination, the objective of which is the expression of an opinion on management's statements. Accordingly, we do not express such an opinion.

Based on our review, we are not aware of any material modifications that should be made to management's statements referred to above for them to be fairly stated, in all material respects, based on the provisions set forth in paragraph (k)(2)(ii) of Rule 15c3-3 under the Securities Exchange Act of 1934.

*Morrison. Brown, Argiz & Farra*

Miami, Florida  
February 28, 2018

An independent member of Baker Tilly International



Epic Capital Securities Corp.

### Exemption Report

We as members of management of Epic Capital Securities Corp. (the Company) are responsible for complying with 17 C.F.R. §240.17a-5, "Reports to be made by certain brokers and dealers" and complying with 17 C.F.R. §240.15c3-3: (*exemption provision pursuant to Paragraph (k)(2)(ii)*). We have performed an evaluation of the Company's compliance with the requirements of 17 C.F.R. §§ 240.17a-5 and the exemption provisions. Based on this evaluation, we assert the following:

- (1) We identified the following provisions of 17 C.F.R. § 15c3-3(k) under which the Company claimed an exemption from 17 C.F.R. § 240.15c3-3: (*exemption provision pursuant to Paragraph (k)(2)(ii)*) and (2) we met the identified exemption provisions from January 1, 2017 to December 31, 2017 without exception.

Epic Capital Securities Corp.

I, Thomas Nilsson, swear (or affirm) that, to my best knowledge and belief, this Exemption Report is true and correct.

By: 

Title: CCO

Date: February 28, 2018

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of**  
**Technology At Work Holdings Inc.)**  
**Computation for Determination of Reserve Requirements Under Rule 15c3-3 of**  
**the Securities and Exchange Commission**  
**December 31, 2017**

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None: the Company is exempt from Rule 15c3-3 of the Securities and Exchange Commission pursuant to the provisions of subparagraph (k)(2)(ii) thereof.

**Epic Capital Securities Corp**  
**(A Wholly-Owned Subsidiary of Technology At**  
**Work Holdings Inc.)**  
**Financial Statements**  
**December 31, 2017**

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